



0000075857

Docket No. W-02258A-07-0414

57

Corporation Short-Form Income Tax Return

2005 or tax year beginning....., 2005, ending....., 20.....

OMB No. 1545-0047

ORIGINAL

Internal Revenue Service

See separate instructions to make sure the corporation qualifies to file Form 1120-A.

A Check this box if the corporation is a personal service corporation (see instructions).

2007 AUG 13 2:00 PM

Use IRS label.

Other wise print or type.

Name
American Realty & Mortgage Co Inc

Number, street, and room or suite no. If a P.O. box, see instructions.
200 Box 232

City or town, state, and ZIP code
Wittmann, AZ 85361

B Employer identification number

C Date incorporated

D Total assets (see instructions)

AZ CORP COMMISSION

E Check ☒ Initial return (2) ☐ Final return (3) ☐ Name change (4) ☐ Address changeF Check accounting method: (1) ☒ Cash (2) ☐ Accrual (3) ☐ Other (specify) ▶

Income	1a	Gross receipts or sales		b	Less returns and allowances		c	Balance ▶	1c	5818.00
	2	Cost of goods sold (see instructions)					2			
	3	Gross profit. Subtract line 2 from line 1c					3			
	4	Domestic corporation dividends subject to the 70% deduction.					4			
	5	Interest					5			
	6	Gross rents					6			
	7	Gross royalties					7			
	8	Capital gain net income (attach Schedule D (Form 1120))					8			
	9	Net gain or (loss) from Form 4797, Part II, line 17 (attach Form 4797)					9			
	10	Other income (see instructions—attach schedule).					10			
	11	Total income. Add lines 3 through 10					11		5818.00	
Deductions (See instructions for limitations on deductions.)	12	Compensation of officers (see instructions).					12			
	13	Salaries and wages (less employment credits).					13			
	14	Repairs and maintenance					14		453.00	
	15	Bad debts					15			
	16	Rents					16			
	17	Taxes and licenses					17		1593.00	
	18	Interest					18		3414.00	
	19	Charitable contributions (see instructions for 10% limitation)					19			
	20a	Depreciation (attach Form 4562)		20a			20a			
	b	Less depreciation claimed elsewhere on return		20b			20b			
	21	Domestic production activities deduction (attach Form 8903)					21			
22	Other deductions (attach schedule)					22		11630.70		
23	Total deductions. Add lines 12 through 22					23		25249.40		
24	Taxable income before net operating loss deduction and special deductions. Subtract line 23 from line 11					24				
25	Less: a Net operating loss deduction (see instructions)		25a			25a				
b	Special deductions (see instructions)		25b			25b				
26	Taxable income. Subtract line 25c from line 24					26				
27	Total tax (page 2, Part I, line 5)					27				
Tax and Payments	28	Payments:								
	a	2004 overpayment credited to 2005.		28a						
	b	2005 estimated tax payments		28b						
	c	Less 2005 refund applied for on Form 4466		28c						
	e	Tax deposited with Form 7004		28e						
	f	Credits: (1) Form 2439 (2) Form 4136		28f						
	g	Total payments. Add lines 28d through 28f					28g			
	29	Estimated tax penalty (see instructions). Check if Form 2220 is attached.					29			
	30	Tax due. If line 28g is smaller than the total of lines 27 and 29, enter amount owed					30			
	31	Overpayment. If line 28g is larger than the total of lines 27 and 29, enter amount overpaid					31			
	32	Enter amount of line 31 you want: Credited to 2006 estimated tax ▶					32			

Sign Here

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

Joseph W. Lee

8/13/07

Sec/Treas

May the IRS discuss this return with the preparer shown below (see instructions)? ☐ Yes ☒ No

Paid Preparer's Use Only

Preparer's signature

Joseph W. Lee

Date

Check if self-employed ☐

Preparer's SSN or PTIN

Firm's name (or yours if self-employed), address, and ZIP code

American Realty & Mortgage Co, Inc
P.O. Box 232 Wittmann, Az

EIN

Phone no. ()

Part I Tax Computation (see instructions)

1	Income tax. If the corporation is a qualified personal service corporation (see instructions), check here. <input type="checkbox"/>	1		
2	General business credit. Check box(es) and indicate which forms are attached: <input type="checkbox"/> Form 3800 <input type="checkbox"/> Form(s) (specify) ▶	2		
3	Subtract line 2 from line 1	3		
4	Other taxes. Check if from: <input type="checkbox"/> Form 4255 <input type="checkbox"/> Form 8611 <input type="checkbox"/> Form 8697 <input type="checkbox"/> Form 8866 <input type="checkbox"/> Form 8902 <input type="checkbox"/> Other (attach schedule)	4		
5	Total tax. Add lines 3 and 4. Enter here and on page 1, line 27	5		

Part II Other Information (see instructions)

1	See instructions and enter the: a Business activity code no. ▶ b Business activity ▶ c Product or service ▶	5a	If an amount is entered on page 1, line 2, enter from worksheet in instructions: (1) Purchases (2) Additional 263A costs (attach schedule) (3) Other costs (attach schedule)
2	At the end of the tax year, did any individual, partnership, estate, or trust own, directly or indirectly, 50% or more of the corporation's voting stock? (For rules of attribution, see section 267(c).) <input type="checkbox"/> Yes <input type="checkbox"/> No If "Yes," attach a schedule showing name and identifying number.	b	If property is produced or acquired for resale, do the rules of section 263A apply to the corporation? <input type="checkbox"/> Yes <input type="checkbox"/> No
3	Enter the amount of tax-exempt interest received or accrued during the tax year. ▶ \$	6	At any time during the calendar year, did the corporation have an interest in or a signature or other authority over a financial account (such as a bank account, securities account, or other financial account) in a foreign country? <input type="checkbox"/> Yes <input type="checkbox"/> No If "Yes," the corporation may have to file Form TD F 90-22.1. If "Yes," enter the name of the foreign country ▶
4	Enter total amount of cash distributions and the book value of property distributions (other than cash) made during the tax year. ▶ \$	7	Are the corporation's total receipts (line 1a plus lines 4 through 10 on page 1) for the tax year and its total assets at the end of the tax year less than \$250,000? <input type="checkbox"/> Yes <input type="checkbox"/> No If "Yes," the corporation is not required to complete Parts III and IV below.

Part III Balance Sheets per Books

		(a) Beginning of tax year	(b) End of tax year
Assets	1 Cash		
	2a Trade notes and accounts receivable		
	b Less allowance for bad debts	()	()
	3 Inventories		
	4 U.S. government obligations		
	5 Tax-exempt securities (see instructions)		
	6 Other current assets (attach schedule)		
	7 Loans to shareholders		
	8 Mortgage and real estate loans		
	9a Depreciable, depletable, and intangible assets	()	()
	b Less accumulated depreciation, depletion, and amortization		
	10 Land (net of any amortization)		
11 Other assets (attach schedule)			
12 Total assets			
Liabilities and Shareholders' Equity	13 Accounts payable		
	14 Other current liabilities (attach schedule)		
	15 Loans from shareholders		
	16 Mortgages, notes, bonds payable		
	17 Other liabilities (attach schedule)		
	18 Capital stock (preferred and common stock)		
	19 Additional paid-in capital		
	20 Retained earnings		
	21 Adjustments to shareholders' equity (attach schedule)	()	()
	22 Less cost of treasury stock		
	23 Total liabilities and shareholders' equity		

Part IV Reconciliation of Income (Loss) per Books With Income per Return

1	Net income (loss) per books	6	Income recorded on books this year not included on this return (itemize):
2	Federal income tax per books	7	Deductions on this return not charged against book income this year (itemize):
3	Excess of capital losses over capital gains	8	Income (page 1, line 24). Enter the sum of lines 1 through 5 less the sum of lines 6 and 7
4	Income subject to tax not recorded on books this year (itemize):		
5	Expenses recorded on books this year not deducted on this return (itemize):		



ARIZONA FORM
120A

Arizona Corporation Income Tax Return (Short Form)

2005

For taxable year beginning , and ending

Mail to: Arizona Department of Revenue, PO Box 29079, Phoenix AZ 85038-9079

Business telephone number	Please Type or Print	Name <u>American Realty & Mortgage Co Inc</u>	CHECK ONE: Calendar year <input checked="" type="checkbox"/> Fiscal year <input type="checkbox"/>
Business activity code number (from federal Form 1120)		Number and street or PO Box <u>PO Box 232</u>	Employer identification number (EIN)
		City, or town, state, and ZIP code <u>W. Hamann AZ 85361</u>	AZ transaction privilege tax number

68 Check box if: ☐ This is a first return ☐ Name change ☐ Address change

A Is FEDERAL return filed on a consolidated basis? ☐ Yes ☒ No

If yes, list EIN of common parent from consolidated return. _____

NOTE: Use Form 120 to file an ARIZONA consolidated return. Taxpayers cannot use Form 120A to file an Arizona consolidated return.

B Is this the corporation's final ARIZONA return? ☐ Yes ☒ No

If yes, check one: Dissolved ☐ Withdrawn ☐ Merged/Reorganized ☐

List EIN of the successor corporation, if any _____

82 CHECK BOX IF:
Federal extension used to file return. 82 F ☐

81 **66**

Arizona Taxable Income Computation

1	Taxable income - per attached federal return	1	00
2	Additions to taxable income - from page 2, Schedule A, line A13	2	00
3	Total taxable income - add lines 1 and 2	3	00
4	Subtractions from taxable income - from page 2, Schedule B, line B13	4	00
5	Adjusted income - subtract line 4 from line 3	5	00
6	Arizona basis net operating loss carryforward - attach computation schedule	6	00
7	Arizona taxable income - subtract line 6 from line 5	7	00

Arizona Tax Liability Computation

8	Enter tax. Tax is 6.968 percent of line 7 or fifty dollars (\$50), whichever is greater	8	50	00
9	Tax from recapture of tax credits - from Form 300, Part II, line 20	9	00	00
10	Subtotal - add lines 8 and 9	10	50	00
11	Clean Elections Fund Tax Reduction. Check this box to send \$5 to the fund and reduce the tax (line 10) by \$5. Enter the amount of the tax reduction	11A	5	00
12	Nonrefundable tax credits - from Form 300, Part II, line 39	12	00	00
13	Credit type - enter form number for each nonrefundable credit claimed	13	3	3
14	Tax liability - subtract the sum of lines 11 and 12 from line 10	14	45	00
15	Clean Elections Fund Tax Credit. SEE INSTRUCTIONS BEFORE COMPLETING THIS LINE	15	00	00
16	Tax liability after Clean Elections Fund tax credit - subtract line 15 from line 14	16	00	00

Tax Payments

17	Refundable tax credits - <i>see instructions</i>	17		00
18	Credit type - enter form number for each refundable credit claimed	18	3	3
19	Extension payment made with Form 120EXT. <i>See instructions</i>	19		00
20	Estimated tax payments - <i>see instructions</i>	20		00
21	Total payments - <i>see instructions</i>	21		00

Computation of Total Due or Overpayment

22	Balance of tax due - <i>If line 16 is larger than line 21, enter balance of tax due. Skip line 23</i>	22		00
23	Overpayment of tax - <i>If line 21 is larger than line 16, enter overpayment of tax</i>	23		00
24	Penalty and interest	24		00
25	Estimated tax underpayment penalty - <i>If Form 220 is attached, check box</i> 25A <input type="checkbox"/>	25		00
26	Donation to Citizens Clean Elections Fund - <i>see instructions</i>	26		00
27	TOTAL DUE - <i>payment must accompany return</i>	27	45	00
28	OVERPAYMENT - <i>see instructions</i>	28		00
29	Amount of line 28 to be applied to 2006 estimated tax	29		00
30	Amount to be refunded - <i>subtract line 29 from line 28</i>	30		00

Schedule A - Additions to Taxable Income

A1	Total federal depreciation.....	A1		00
A2	IRC § 179 expense in excess of allowable amount.....	A2		00
A3	Federal income tax refunds received in the taxable year - <i>see instructions</i>	A3		00
A4	Taxes based on income paid to any state (INCLUDING ARIZONA), local governments or foreign governments.....	A4		00
A5	Interest on obligations of other states, foreign countries, or political subdivisions.....	A5		00
A6	Special deductions claimed on federal return.....	A6		00
A7	Federal net operating loss deduction claimed on federal return.....	A7		00
A8	Commissions and other expenses paid or accrued to a Domestic International Sales Corporation (DISC).....	A8		00
A9	Capital investment by qualified defense contractor - <i>attach schedule</i>	A9		00
A10	Claim of right adjustments - <i>attach schedule</i>	A10		00
A11	Additions related to Arizona tax credits - <i>attach schedule</i>	A11		00
A12	Other additions to federal taxable income - <i>attach schedule</i>	A12		00
A13	Total - add lines A1 through A12. Enter total here and on page 1, line 2.....	A13		00

Schedule B - Subtractions From Taxable Income

B1	Recalculated Arizona depreciation - <i>see instructions</i>	B1		00
B2	Basis adjustment for property sold or otherwise disposed of during the taxable year - <i>see instructions</i>	B2		00
B3	Adjustment for IRC § 179 expense not allowed.....	B3		00
B4	Dividends received from 50% or more controlled domestic corporations.....	B4		00
B5	Foreign dividend gross-up.....	B5		00
B6	Dividends received from foreign corporations.....	B6		00
B7	Dividends received from a DISC.....	B7		00
B8	Interest on U.S. obligations.....	B8		00
B9	Agricultural crops charitable contribution.....	B9		00
B10	Capital investment by qualified defense contractor - <i>attach schedule</i>	B10		00
B11	Claim of right adjustments - <i>attach schedule</i>	B11		00
B12	Other subtractions from federal taxable income - <i>attach schedule</i>	B12		00
B13	Total - add lines B1 through B12. Enter total here and on page 1, line 4.....	B13		00

Schedule C - Additional Information

- C1 Date business began in Arizona _____
- C2 Address at which tax records are located for audit purposes: _____
- C3 The taxpayer designates the individual listed below as the person to contact to schedule an audit of this return and authorizes the disclosure of confidential information to this individual. (See instruction page 10)
 Name and title _____ Phone # _____
- C4 List prior taxable years for which a federal examination has been finalized _____
- NOTE: ARS § 43-327 requires the taxpayer, within ninety days after final determination, to report these changes under separate cover to the Arizona Department of Revenue or to file amended returns reporting these changes. (See instruction page 3)
- C5 Amount of Arizona taxable income for prior taxable year (2004 Form 120A, line 7) _____
- C6 Indicate tax accounting method: Cash ☐ Accrual ☐ Other ☐ (Specify method) _____

Certification The following certification must be signed by one or more of the following officers (president, treasurer, or any other principal officer).

Under penalties of perjury, I (we), the undersigned officer(s) authorized to sign this return, declare that I (we) have examined this return, including the accompanying schedules and statements, and to the best of my (our) knowledge and belief, it is a true, correct and complete return, made in good faith, for the taxable year stated pursuant to the income tax laws of the State of Arizona.

Please
Sign
Here

Joseph W. Lee _____ *See* _____ *8/13/07* _____
 Officer's signature Title Date

 Officer's signature Title Date

Paid
Preparer's
Use Only

Preparer's signature _____ Date _____
 Firm's name (or preparer's, if self-employed) _____ Preparer's TIN _____
 Firm's address _____ Zip code _____